

Senate File 2006 - Introduced

SENATE FILE 2006

BY SODDERS

A BILL FOR

1 An Act authorizing the establishment of a philanthropy account
2 within a student activity fund.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 298A.8, Code 2014, is amended to read as
2 follows:

3 **298A.8 Student activity fund.**

4 1. The student activity fund is a special revenue fund.
5 A student activity fund must be established in any school
6 corporation receiving money from student-related activities
7 such as admissions, activity fees, student dues, student
8 fund-raising events, or other student-related cocurricular or
9 extracurricular activities. Moneys in this fund, other than
10 funds in a philanthropy account established under subsection 2,
11 shall be used to support only the cocurricular program defined
12 in department of education administrative rules.

13 2. A philanthropy account may be established within a
14 student activity fund. A philanthropy account shall only
15 consist of voluntary donations raised by the students, student
16 organizations or clubs, or school district employees for a
17 specified philanthropic purpose. Moneys in the account shall
18 be used to support philanthropic purposes. For purposes of
19 this section, "philanthropic purpose" means an educational,
20 charitable, humane, scientific, patriotic, social welfare or
21 advocacy, public health, environmental, conservation, civic,
22 or other similar objective defined in department of education
23 rules. The philanthropic purposes for which moneys in the
24 account may be used shall be limited to purposes relating to
25 the school district or to students enrolled in the school
26 district.

27 Sec. 2. Section 298A.15, subsections 2 and 4, Code 2014, are
28 amended to read as follows:

29 *2. Funds transferred.* At the request of a student
30 organization or club and upon approval by the school board,
31 a school corporation shall transfer moneys in a student
32 activity fund established under section 298A.8, subsection
33 1, for deposit by the student organization or club in
34 an entrepreneurial education fund. However, a school
35 corporation shall not transfer such moneys unless the moneys

1 are attributable through appropriate documentation to the
2 specific student organization or club and unless the student
3 organization or club shows through appropriate documentation
4 that the student organization or club earned the moneys
5 through entrepreneurial activities as defined in subsection 5,
6 paragraph "a".

7 4. *Fund closure.* A school corporation shall close an
8 entrepreneurial education fund at the request of the student
9 organization or club for which the school corporation
10 established the fund. All moneys in the fund on the date
11 of closure and any subsequent return on an investment made
12 with moneys from the fund shall be deposited in the school
13 corporation's student activity fund established under section
14 298A.8, subsection 1.

EXPLANATION

16 The inclusion of this explanation does not constitute agreement with
17 the explanation's substance by the members of the general assembly.

18 This bill authorizes the creation of a philanthropy account
19 within a school district's student activity fund established
20 under Code section 298A.8. The bill provides that a
21 philanthropy account shall only consist of voluntary donations
22 raised by the students, student organizations or clubs,
23 or school district employees for a specified philanthropic
24 purpose. Moneys in the philanthropy account shall be
25 used to support philanthropic purposes. The bill defines
26 "philanthropic purpose" to be an educational, charitable,
27 humane, scientific, patriotic, social welfare or advocacy,
28 public health, environmental, conservation, civic, or other
29 similar objective defined in department of education rules.
30 The bill specifies that philanthropic purposes for which moneys
31 in the account may be used are limited to purposes relating
32 to the school district or to students enrolled in the school
33 district.